

① Lease - "borrow" a car

"renting"

2-3 years

return or buy car @ end

② • most common

• return vehicle @ end

• Specifications: mileage
modifications
damage

- ③ • option to buy car @ end
• residual value of car =
amount you pay for
car @ end of lease

$$\$400 \times 12 = \$4800$$

- ④ title fee - for transferring
title to your name

~~⑤~~

⑥ Deposit / Down Payment

amt. of \$ you pay
+ drive car off lot.

(%)

$$\textcircled{7} = (\# \text{ payments} \times \text{amt. of payment})$$

+ deposit + title fee +
license fee

- $\textcircled{8}$
- dealership
 - banks
 - financing company
 - leasing comp

④

$$24 \times \$219 = \$5256$$

$$+ 419$$

$$+ 8$$

$$+ 36$$

$$\$5,719$$